LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **OCTOBER 11, 2005**, upon the application of **PALACE OPERATING COMPANY**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **MA-7 Zone**, **Reservoir D**, in the Bayou Carlin Field, St. Mary Parish, Louisiana.

- 1. To create a single drilling and production unit for the MA-7 Zone, Reservoir D, designated as the MA-7 RD SUA.
- 2. To establish rules and regulations governing the exploration for and production of gas and condensate from the said unit.
- 3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the unit so created, with each tract sharing in unit production on a surface acreage basis of participation.
- 4. To consider such other matters as may be pertinent.

The MA-7 Zone, Reservoir D, is hereby defined as being that gas and condensate bearing zone encountered between the measured depths of 16,700 feet and 17,710 feet (electrical log measurements) in the Southport Exploration, Inc. - Jules M Burguieres Estate No. 1, located in Section 30, Township 15 South, Range 9 East, St. Mary Parish, Louisiana.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Lafayette**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 9/7/05;9/10/05 L dnp

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.